

## Message Text

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PAGE 01 TEL AV 08217 301339Z

44

ACTION NEA-10

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-04 H-02 INR-07 L-03

NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15 USIA-06 EB-07

OMB-01 TRSE-00 AID-05 FRB-03 IO-10 /083 W

----- 060975

R 301313Z DEC 75

FM AMEMBASSY TEL AVIV

TO SECSTATE WASHDC 9534

LIMITED OFFICIAL USE TEL AVIV 8217

E.O. 11652: N/A

TAGS: EFIN, IS

SUBJECT: DRAFT BUDGET FOR 1976/1977

REF: TEL AVIV 8187

1. IN DISCUSSION WITH EMBOFF DEC 30, DOVRAT, MINISTRY OF FINANCE, CAUTIONED THAT THERE MAY WELL BE SIGNIFICANT CHANGES IN BUDGET BEFORE FINAL KNESSET APPROVAL IS OBTAINED. HE NOTED, FOR EXAMPLE, THAT ALLOCATION TO MINISTRY OF POLICE HAS NOT BEEN FINALLY DECIDED AND THAT QUESTION FO VALUE-ADDED-TAX IS STILL UP IN AIR. KNESSET APPROVED VAT IN PRINCIPLE ON DEC 29, BY SLENDER MAJORITY, BUT WITHOUT AGREEING ON RATE, DATE OF INTRODUCTION, OR WHAT TAXES WILL BE REPLACED BY VAT.

2. WITH REGARD TRANSFER OF \$150 MILLION FROM FOREIGN CURRENCY PORTION OF DEFENCE BUDGET TO DOMESTIC PROCUREMENT, DOVRAT SAID THAT QUOTE SUCH TRANSFER WOULD OF COURSE REQUIRE APPROVAL BY USG UNQUOTE. IN MEANTIME, HE SAID, FOREIGN CURRENCY COMPONENT OF DEFENCE BUDGET FOR FY-76 REMAINS AT \$1.9 BILLION (SEE REFTEL).

3. DOVRAT ALSO NOTED THAT HIS MINISTRY HAS RECENTLY PREPARED QUOTE FIRST PROJECTION UNQUOTE OF ISRAEL'S BALANCE OF PAYMENTS FOR CALENDAR YEAR 1977. ECONOMIC MINISTER SHER SILL SUPPLY  
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DEPARTMENT OFFICERS WITH THIS FORECAST WITHIN NEXT NEW DAYS.

TOON

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** GOVERNMENT BUDGET, ECONOMIC PROGRAMS, VALUE ADDED TAXES, CENTRAL LEGISLATURE  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 30 DEC 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975TELAV08217  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750450-0026  
**From:** TEL AVIV  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t1975126/aaaaafdz.tel  
**Line Count:** 62  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION NEA  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 TEL AVIV 8187  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** MorefiRH  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 12 AUG 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <12 AUG 2003 by izenbei0>; APPROVED <12 AUG 2003 by MorefiRH>  
**Review Markings:**

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US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** DRAFT BUDGET FOR 1976/1977  
**TAGS:** EFIN, IS  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006